



# CITY OF SANTA BARBARA

## COUNCIL AGENDA REPORT

**AGENDA DATE:** November 17, 2009

**TO:** Mayor and Councilmembers

**FROM:** Accounting Division, Finance Department

**SUBJECT:** Fiscal Year 2010 First Quarter Interim Financial Statements

**RECOMMENDATION:** That Council:

- A. Receive a report from staff on the status of revenues and expenditures, in relation to budget, as of September 30, 2009; and
- B. Accept the Fiscal Year 2010 Interim Financial Statements for the Three Months Ended September 30, 2009.

### DISCUSSION:

Each month, the Finance Department submits interim financial statements to Council, which show the progress of revenues and expenditures, in relation to budget, for each of the City's funds (Attachment 2). Each quarter, the interim financial statements are expanded to include a detailed narrative analysis of the General Fund and enterprise funds (see Attachment 1).

This report covers the first three months of the fiscal year, and while it is premature to make any solid projections for the year, revenues are expected to fall short of budgeted expectations but expenditures appear to be within expectations. Most of the expenditure variances are timing differences that will diminish throughout the year. Significant variances are discussed in Attachment 1.

On November 10, 2009, Council approved staff recommended adjustments to fiscal year 2010 budgeted revenues and expenditures in the General Fund. These adjustments are in response to a \$2.9 million estimated revenue shortfall based on new information received since the date of budget adoption. Because the fiscal year 2010 budget adjustments were not approved until after September 30, the information presented in Attachments 1 and 2 do not reflect these changes to the budget; however, these adjustments are referenced in the written analysis included in Attachment 1.

**ATTACHMENTS:**

1. Interim Financial Statements (Narrative Analysis)
2. Interim Statement of Revenues and Expenditures – Summary by Fund

**PREPARED BY:** Rudolf J. Livingston, Accounting Manager

**SUBMITTED BY:** Robert Samario, Interim Finance Director

**APPROVED BY:** City Administrator's Office

***Fiscal Year 2010 Interim Financial Statements  
For the Three Months Ended September 30, 2009 (25% of Year Elapsed)***

**General Fund Revenues**

The table below summarizes General Fund revenues for the three months ended September 30, 2009. For interim financial statement purposes, revenues are reported on the cash basis (i.e. when the funds are received). The table below includes the budgeted totals as well as the year-to-date (YTD) budget, which for tax revenues and franchise fees has been seasonally adjusted based on a 3-year average of collections through the same period. Because tax revenues are not collected evenly throughout the year, adjusting the year-to-date budget to reflect the unique collection pattern of each type of tax revenue enables a more meaningful comparison to year-to-date results as shown in the Year-to-Date Actual column. For all other revenues, the Year-to-Date Budget column represents 25% (3 months out of the 12 elapsed) of the annual budget column. Unlike tax revenues, these revenues tend to be collected more evenly during the year.

**Summary of Revenues  
For the Three Months Ended September 30, 2009  
GENERAL FUND**

	Current Year Analysis						Prior Year Analysis	
	Annual Budget	YTD Budget *	YTD Actual	YTD Variance	YTD Percent Rec'd	3-Year Average Benchmark	Prior Year YTD Actual	Variance Prior Yr To Current Yr
Sales & Use Tax	\$ 18,479,524	\$ 3,590,572	\$ 3,217,116	\$ (373,456)	17.41%	19.43%	\$ 3,691,435	-12.8%
Property Tax	23,860,000	-	-	-	0.00%	0.00%	-	0.0%
UUT	7,242,000	2,036,450	1,760,166	(276,284)	24.30%	28.12%	1,777,577	-1.0%
TOT	12,027,000	4,323,707	3,880,775	(442,932)	32.27%	35.95%	4,718,696	-17.8%
Bus License	2,273,300	367,365	392,038	24,673	17.25%	16.16%	395,168	-0.8%
Prop Trans Tax	325,800	108,980	90,014	(18,966)	27.63%	33.45%	96,402	-6.6%
Total Taxes	64,207,624	10,427,074	9,340,109	(1,086,965)	14.55%	16.24%	10,679,278	-12.5%
License & Permits	179,000	44,750	42,540	(2,210)	23.77%	25.00%	49,920	-14.8%
Fines & Forfeitures	2,942,774	735,694	796,880	61,187	27.08%	25.00%	580,597	37.3%
Franchise Fee	2,976,000	715,133	709,716	(5,417)	23.85%	24.03%	707,961	0.2%
Use of Money & Property	1,348,387	337,097	458,832	121,735	34.03%	25.00%	594,609	-22.8%
Intergovernmental	2,345,577	586,394	125,354	(461,040)	5.34%	25.00%	827,207	-84.8%
Fee & Charges	19,441,461	4,860,365	5,205,066	344,701	26.77%	25.00%	4,243,749	22.7%
Miscellaneous	9,794,796	2,448,699	2,628,866	180,167	26.84%	25.00%	3,903,317	-32.7%
Anticipated Year-End Var	1,361,508	340,377	-	(340,377)	0.00%	25.00%	-	0.0%
Total Other	40,389,503	10,068,509	9,967,254	(101,255)	24.68%	25.00%	10,907,360	
<b>Total Revenues</b>	<b>\$ 104,597,127</b>	<b>\$ 20,495,582</b>	<b>\$ 19,307,363</b>	<b>\$ (1,188,219)</b>	<b>18.46%</b>	<b>19.59%</b>	<b>\$ 21,586,638</b>	<b>-10.6%</b>

\* YTD Budget for Taxes is calculated based on a 3-year average of collections for each revenue source; for all other revenues, YTD Budget is calculated on a straight-line basis based on the number of months elapsed.

***Fiscal Year 2010 Interim Financial Statements  
For the Three Months Ended September 30, 2009 (25% of Year Elapsed)***

---

After only three months of activity, it is generally difficult to project with certainty where revenues will end the year. However, staff has revised several non-departmental budget projections after the end of the first quarter which were approved by Council on November 10, 2009. While the following discussion is based upon the budget and actual results at September 30, 2009, the table below shows the amended revenue projections approved by Council last week. The following General Fund tax revenue adjustments were approved in November.

<u>Revenue</u>	<u>Adopted Budget</u>	<u>Adjustment</u>	<u>Revised Budget</u>
Sales Taxes	\$ 18,479,524	\$ (1,073,842)	\$ 17,405,682
Property Taxes	23,860,000	(433,655)	23,426,345
UUT	7,242,000	(325,671)	6,916,329
TOT	12,027,000	(675,030)	11,351,970

Some of the major revenues are discussed below.

**Sales and Use Taxes**

Sales tax revenues continue to be affected by the weak national and local economies and finished the quarter below the YTD budget. The revenues received through September 30, 2009 relate to the quarter ended June 30, 2009, which were approximately 16% below the revenues from fiscal year 2009 for the same quarter. The budget as amended on November 10 assumed a decline of approximately 14% for this quarter. For the year, the revised projection of \$17.4 million is based on an updated quarter-by-quarter estimate by the State Department of Finance. Due to the continuing uncertainty surrounding the economy and its recovery, it is too difficult to determine the accuracy of the current budgeted estimate.

**Property Tax**

Property taxes are due in December and April of each year. We do not usually receive any payments until after the first quarter, when we receive minimal payments from the County. The majority of the revenue is received after the December installments are due. The City did not receive any property tax payments in the first three months of this year.

As noted above, the adopted budgeted revenues for property taxes were adjusted on November 10, 2009 based on new information received from the County after budget adoption. Actual revenues for the year are projected to approximate budget, as adjusted. However, there could be some variability in the amount of supplemental taxes the City receives, which are a function of the number of property sales between levy dates and the amount of increase in assessed valuation.

**Utility Users Tax**

Utility users tax (UUT) is a tax applied to utilities, including water, cable television, telephone, electricity, and natural gas. Half of all UUT revenues are restricted for streets maintenance and capital, and they are reported directly in the Streets Fund. The \$1.8 million first quarter General Fund revenue is approximately 3.8% below the annualized year-to-date budget, primarily due to

*Fiscal Year 2010 Interim Financial Statements*  
*For the Three Months Ended September 30, 2009 (25% of Year Elapsed)*

---

a significant decrease in natural gas rates that began in the second half of last year. At this early point in the fiscal year it is difficult to project where UUT revenue will end the year given the unpredictability of certain commodity prices, such as natural gas and electricity.

**Transient Occupancy Tax**

TOT revenue has been significantly impacted by the protracted national and local economic downturn that we have seen over the past year. While TOT revenues have continued to decline, first quarter TOT results indicate that revenues are in line with revised revenue projections. It is still too early to make solid projections for the year and we will provide regular updates to Finance Committee and Council throughout the coming months.

**Use of Money & Property**

Use of Money & Property primarily consists of investment earnings. Generally speaking, interest rates are at historical lows and are not expected to decline further. Over the next several years, we expect the economy will be in its recovery phase and interest rates will rise as well. Until then, our budgeted and projected revenues will continue to reflect the lower interest rates available for the investment of City funds. First quarter interest earnings exceeded the adopted budget; however, we do not expect this to continue in subsequent quarters. As higher-yielding maturing investments are replaced with lower yielding investments, we expect the variance to diminish by year-end. Another factor contributing to the favorable budgetary variance at the end of the first quarter is that the General Fund received a scheduled annual debt service payment in the first quarter on a loan made to the Waterfront Fund for renovation of Waterfront office space. The \$98,000 interest portion of the payment was recognized when received in September and created a temporary variance that will diminish throughout the year.

**Intergovernmental**

One of the largest components of Intergovernmental revenue is mutual aid reimbursements received by the Fire Department. These revenues are generated when the Fire Department provides mutual aid assistance to other locations throughout the state. The City is reimbursed for the actual costs of providing assistance, plus an overhead factor to provide the service. Intergovernmental revenue shows as significantly behind budget year-to-date primarily due to a timing issue of receipt of \$1 million in reimbursements that have been billed by the department year-to-date. Based on historical receipts over the past few years, \$2 million in mutual aid reimbursements was budgeted. It is virtually impossible to project if these revenues will meet budget during the year because of the unpredictable nature of this revenue source.

**Fees & Service Charges**

Fees & Services charges revenue was approximately \$345,000 (1.8%) ahead of YTD revenues at September 30. Approximately \$160,000 of this variance is due to the timing of semi-annual payments from Santa Barbara County to the Library. Various fees charged by Community Development for services such as building permits, plan checks, and records management are approximately \$185,000 ahead of the YTD budget. A portion of this positive variance in permits revenue is due to construction projects related to the recent fires in the City. It is premature to draw any conclusions on these revenues for the remainder of the year.

***Fiscal Year 2010 Interim Financial Statements  
For the Three Months Ended September 30, 2009 (25% of Year Elapsed)***

**General Fund Expenditures**

The table below summarizes the General Fund budget and year-to-date expenditures through September 30, 2009. The Annual Budget column represents the amended budget, which includes appropriation carryovers from the prior year, as well as any supplemental appropriations approved by Council in the current year.

As shown below, a year-to-date budget (labeled "YTD Budget") column is included. This represents 25% of the annual budget to coincide with 3 out of 12 months in the fiscal year having elapsed. Unlike revenues, where the collection rate during the year is often seasonally affected, most expenditures tend to be incurred fairly evenly throughout the year.

The amended annual budget totaled \$104.8 million, and the year-to-date budget is calculated at \$26.2 million (25%). Actual expenditures of \$24.2 million resulted in a favorable variance of \$1.9 million (1.9%) at September 30.

<p style="text-align: center;"><b>SUMMARY OF EXPENDITURES GENERAL FUND For the Three Months Ended September 30, 2009</b></p>							
Department	Annual Budget	YTD Budget	YTD Actual	Variance Without Encumbrance	Encum- brance	Variance With Encumb Favorable (Unfavorable)	
						\$	%
Mayor & Council	\$ 747,750	\$ 186,938	\$ 170,924	\$ 16,014	\$ 2,493	\$ 13,521	1.8%
City Attorney	2,099,358	524,840	474,863	49,977	-	49,977	2.4%
City Administrator	2,021,353	505,338	471,555	33,783	53,959	(20,176)	-1.0%
Administrative Svs.	2,146,852	536,713	416,428	120,285	193,634	(73,349)	-3.4%
Finance	4,618,811	1,154,703	1,169,218	(14,515)	22,242	(36,757)	-0.8%
Police	32,850,677	8,212,669	7,576,103	636,566	344,452	292,114	0.9%
Fire	21,503,496	5,375,874	5,000,060	375,814	102,868	272,946	1.3%
Public Works	6,693,582	1,673,396	1,419,070	254,326	86,383	167,943	2.5%
Parks & Recreation	13,797,811	3,449,453	3,612,702	(163,249)	251,149	(414,398)	-3.0%
Library	4,331,670	1,082,918	915,586	167,332	7,065	160,267	3.7%
Community Dev.	10,531,894	2,632,974	2,076,831	556,143	92,691	463,452	4.4%
Non-Departmental	3,418,392	854,598	923,805	(69,207)	-	(69,207)	-2.0%
<b>Total</b>	<b>\$ 104,761,646</b>	<b>\$ 26,190,412</b>	<b>\$ 24,227,145</b>	<b>\$ 1,963,267</b>	<b>\$ 1,156,936</b>	<b>\$ 806,331</b>	<b>0.8%</b>
<b>% of annual budget</b>		<b>25.0%</b>	<b>23.1%</b>	<b>1.9%</b>	<b>1.1%</b>	<b>0.8%</b>	

As of September 30<sup>th</sup>, three departments had exceeded their YTD budget. The Finance Department is over the YTD budget due to the timing of quarterly payments made for community access television programming in the first three months of the year. This is purely a timing issue that will resolve itself throughout the remainder of the year. It is not unusual for Parks and Recreation expenditures to exceed the year-to-date budget for the first quarter because, unlike many departments, their expenditures do tend to be seasonal in nature with the summer camp programs. Non-departmental expenditures also usually exceed the year-to-date budget at September 30 because of: 1) debt service payments that are not made ratably

***Fiscal Year 2010 Interim Financial Statements  
For the Three Months Ended September 30, 2009 (25% of Year Elapsed)***

---

throughout the year; and 2) Fiesta and 4<sup>th</sup> of July, two of the year's largest community events, occur in the first quarter.

As previously noted, City Council approved adjustments to the adopted FY10 budget on November 10, 2009. The re-balancing adjustments approved by Council last week included approximately \$1.6 million in General Fund Departmental expenditure reductions. The reductions to the adopted budget are not included in the table shown above or in the September 30 variance analysis. However, the changes to the General Fund Expenditure budgets will impact departmental variances throughout the remainder of the fiscal year.

***Fiscal Year 2010 Interim Financial Statements  
For the Three Months Ended September 30, 2009 (25% of Year Elapsed)***

**Enterprise Fund Revenues**

Unlike the General Fund, which relies primarily on taxes to subsidize programs and services, Enterprise Fund operations are financed primarily from user fees. The table below summarizes Enterprise Fund revenues through September 30, 2009, with a comparison to budget and prior year. Note that the "YTD Budget" column has been calculated based on a 3-year average collection rate through September 30<sup>th</sup>. This rate, which is shown as a percentage in the "3 Year Average Rec'd" column, has been applied to the annual budget amount to arrive at the Year-to-Date Budget. This approach is used in recognition that enterprise fund revenues, like General Fund tax revenues, are seasonally affected and are not necessarily received evenly throughout the year. Therefore, adjusting the budget for seasonal variations allows for a more meaningful comparison to year-to-date revenues. After only three months of activity, it is generally difficult to project with certainty where revenues will end the year.

As shown below, only Golf Fund revenues fell short of the 3-year average collection rate through September 30, 2009. Significant variances in Enterprise Fund revenues are discussed below.

**SUMMARY OF REVENUES  
Three Months Ended September 30, 2009  
ENTERPRISE FUNDS**

	Current Year Analysis						Prior Year Analysis	
	Annual Budget	YTD Budget *	YTD Actual	YTD Variance	YTD Percent Rec'd	3 Year Average Rec'd	YTD Actual	% Variance
Water	\$ 34,188,296	\$ 9,791,528	\$ 10,284,372	\$ 492,844	30.08%	28.64%	\$ 10,014,995	2.69%
Wastewater	14,828,850	3,928,162	3,992,192	64,030	26.92%	26.49%	3,976,906	0.38%
Downtown Parking	6,762,290	1,670,286	1,737,513	67,227	25.69%	24.70%	1,776,979	-2.22%
Airport	12,440,678	3,033,037	3,122,196	89,159	25.10%	24.38%	3,424,361	-8.82%
Golf	2,380,438	647,955	535,909	(112,046)	22.51%	27.22%	657,209	-18.46%
Waterfront	11,522,348	3,279,260	3,436,120	156,860	29.82%	28.46%	3,277,324	4.85%

\* The YTD Budget column has been calculated based on a 3-year average collection rate through September 30, which has been applied to the annual budget.

**Water Fund**

Of the \$34.2 million in budgeted Water Fund revenue this year, approximately \$29.9 million (87.3%) is derived from charges for metered service. As such, revenues are significantly impacted by both metered rates and consumption. Water Fund revenue was ahead of the year-to-date budget as of September 30<sup>th</sup> by more than \$493,000. This variance is due primarily to metered water sales exceeding the seasonally adjusted budget. As of September 30<sup>th</sup>, approximately 30% of the annual revenue budget for metered sales had been received. This is slightly higher than the 3-year average of 28.6% for the first quarter and is due to consumption in the first quarter. We have just completed one of the driest years in recorded history which, in



*Fiscal Year 2010 Interim Financial Statements  
For the Three Months Ended September 30, 2009 (25% of Year Elapsed)*

---

turn, has resulted in increased water consumption. In addition, reimbursement revenue from Montecito Water District and the Carpinteria Water District for their respective shares of water treatment costs at the Cater facility are more than 50% of the annual budget. This is attributable to significantly increased costs to treat the water after recent fires, a portion of which is reimbursed by these partner agencies. Treatment costs, and associated reimbursements from partner agencies, are expected to exceed the YTD budgeted amount throughout the year.

### **Airport Fund**

Airport Fund revenues are in line with the current year YTD budget but approximately 8.8% lower than revenues for the first quarter of the prior year. Staff anticipated some of the revenue decreases from the prior year when preparing the current year budget. Revenues have decreased from the prior year due primarily to 1) the loss of two major tenants in the second half of last year, and 2) the impact of recession on all terminal-related activities, in particular parking. Investment income has continued to decline as the City's average investment rate has been decreasing over the past year.

### **Golf Fund**

Fees for golf rounds and gift card sales are approximately 3.3% below the average collection rate through the first three months of the year. This is a reflection of the weak local economy which has reduced the number of rounds played. The number of golf rounds has also been impacted by two construction projects designed to improve course safety and the quality of the play are underway. Miscellaneous revenues are approximately \$68,000 under the YTD budget amount due to a budgeted \$250,000 loan from the General Fund which has not yet been funded this year. This loan is for the golf course safety improvement plan and will be funded when needed to pay for this important project.

Golf Fund revenues are approximately 18.5% below those for the first three months of the prior year. Most of this decrease is attributed to a marked decline in rounds played over the last year. . The decline has been more significant beginning in this calendar year and is consistent with national trends.

### **Waterfront Fund**

Waterfront Fund revenues are approximately 1.4% ahead of the YTD budget at September 30. This positive variance is primarily due to revenues from slip transfer fees and parking fees doing better than expected. Both of these important revenues were budgeted conservatively as a result of a decline experienced in the prior year.

Overall, revenues exceeded the prior year first quarter amounts by approximately \$159,000 (4.85%), with slip transfer fees accounting for almost half of the variance. Slip transfer fees were significantly below budget in the first quarter of last year but increased slightly as the year progressed. These fees have returned to more historically normal levels this fiscal year resulting in a \$72,000 positive revenue variance from the first three months of last year.

***Fiscal Year 2010 Interim Financial Statements  
For the Three Months Ended September 30, 2009 (25% of Year Elapsed)***

**Enterprise Fund Expenses**

Enterprise fund expenses through September 30, 2009, with a comparison to budget and prior year actual, are summarized in the following table below. The column labeled "YTD Budget" represents 25% of the annual budget column. Although many expenses tend to be incurred fairly evenly throughout the year, there are some notable expenses that do not occur evenly during the year. These expenses, such as debt service and capital projects, can create significant temporary variances from the YTD budget at certain times during the year.

The table does not include outstanding encumbrances as of September 30, 2009, as their inclusion would significantly distort the analysis of expenditures after just three months. Outstanding encumbrances include appropriations that were carried forward from prior year as part of the appropriation carryovers and contracts or blanket purchase orders that have been added in the current year but are expected to be spent over the coming months.

<p style="text-align: center;"><b>SUMMARY OF EXPENSES</b>  <b>Three Months Ended September 30, 2009</b>  <b>ENTERPRISE FUNDS</b></p>							
	Current Year Analysis					Prior Year Analysis	
	Annual Budget	YTD Budget	YTD Actual & Enc	YTD Variance	YTD Percent Exp	YTD Actual	% Variance
Water	\$ 37,418,635	\$ 9,354,659	\$ 8,134,138	\$ 1,220,521	21.74%	\$ 9,432,604	13.77%
Wastewater	16,070,288	4,017,572	3,106,338	911,234	19.33%	2,920,725	-6.36%
Downtown Parking	8,195,457	2,048,864	1,764,058	284,806	21.52%	1,500,981	-17.53%
Airport	12,723,593	3,180,898	2,644,434	536,464	20.78%	3,526,725	25.02%
Golf	2,785,158	696,290	737,360	(41,071)	26.47%	1,036,080	28.83%
Waterfront	12,061,259	3,015,315	2,378,923	636,392	19.72%	2,389,987	0.46%

All enterprise fund expenses, except the Golf Fund, are under the year-to-date budget amounts at September 30, 2009. All of the enterprise funds had a positive variance in salary & benefit costs at September 30. This is primarily due to two factors: 1) Only 23.1% of the payrolls occurred on the first three months of the year; and 2) The City imposed a furlough on employees for this fiscal year. The furlough will reduce wages paid to most employees by 5%.

It is too soon in the year to make detailed projections on budget variances during the remainder of the year. However, expense activity is closely monitored by staff and annual projections are revised as necessary. The following discussion highlights some of the more significant expense variances of the enterprise funds, in relation to budget or prior year.

**Water Fund**

Water Fund expenses are \$1.2 million (3.3%) below the year-to-date budget but in line with expenses for the same period in the prior year. The fund has approximately \$274,000 savings from budgeted salary and benefit costs. The remainder of the budget variance is primarily the

*Fiscal Year 2010 Interim Financial Statements*  
*For the Three Months Ended September 30, 2009 (25% of Year Elapsed)*

---

result of materials, supplies, and services expenses that have been budgeted and encumbered at September 30 but not yet spent. These temporary variances will change throughout the year as actual expenses occur.

#### **Wastewater Fund**

Wastewater Fund expenses are \$911,000 (5.7%) below the year-to-date budget at September 30. The primary reasons for the budget variance are: 1) Debt service does not occur ratably throughout the year. At September 30, none of the \$1.4 million that was budgeted for debt service has been expended. 2) \$151,000 of the budget variance is attributable to salaries and benefits. 3) Approximately \$369,000 of the budget variance is due to supplies and services savings which are variable in nature and are spent as needed and not necessarily expended ratably throughout the year.

#### **Downtown Parking Fund**

Downtown Parking Fund expenses are approximately \$285,000 (3.5%) below the year-to-date budget at September 30. Approximately \$123,000 of the variance is due to salaries and benefits costs and another \$125,000 is due to supplies and services savings which are variable in nature and are spent as needed and not necessarily expended ratably throughout the year. The fund budgeted \$50,000 in appropriated reserves that remains unspent and the remaining variance is due to small temporary savings in special projects and capital expenditures, all of which are expended as needed and often result in temporary variances throughout the year.

Capital expenses of the Downtown Parking Fund are now accounted for in a separate capital projects fund. The long-term nature of capital projects consistently caused significant budget variances in the fund. This change will facilitate analysis of the operating activities of the Downtown Parking Fund.

#### **Airport Fund**

Airport Fund expenses are \$536,000 (4.3%) under the year-to-date budget at September 30. Salary & benefits savings account for approximately \$153,000 of the variance; materials, supplies & services costs were \$243,000 under budget, and the unspent appropriated reserve accounted for approximately \$68,000 of the variance. As previously noted these costs are expended as needed and often result in temporary variances throughout the year.

#### **Golf Fund**

Golf Fund expenses are over the YTD budget due to debt service costs and capital expenditures for the safety improvement plan and the creeks biofilter project. Debt service expenses are recognized when paid and capital expenditures are incurred as needed. Neither of these expenditures is incurred ratably over the course of the year and result in temporary variances during the year.

#### **Waterfront Fund**

Waterfront Fund expenses are \$636,000 (5.3%) under the year-to-date budget at September 30. Approximately \$295,000 of the variance is due to the timing of the semi-annual debt service

***Fiscal Year 2010 Interim Financial Statements***  
***For the Three Months Ended September 30, 2009 (25% of Year Elapsed)***

---

payments. Salaries and wages are under the year-to-date budget by approximately \$137,000 because of the timing of payrolls and furlough savings as previously noted. Another \$156,000 in savings is from supplies and services which are usually not spent evenly throughout the year. These costs are variable in nature and are expended as needed throughout the year.

**CITY OF SANTA BARBARA**  
**Interim Statement of Revenues and Expenditures**  
**Summary by Fund**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

	<b>Annual Budget</b>	<b>YTD Actual</b>	<b>Encum- brances</b>	<b>Remaining Balance</b>	<b>Percent of Budget</b>
<b>GENERAL FUND</b>					
Revenue	104,597,127	19,307,362	-	85,289,765	18.5%
Expenditures	104,761,646	24,227,145	1,156,936	79,377,565	24.2%
<i>Addition to / (use of) reserves</i>	<u>(164,519)</u>	<u>(4,919,783)</u>	<u>(1,156,936)</u>		
<b>WATER OPERATING FUND</b>					
Revenue	34,188,296	10,284,372	-	23,903,924	30.1%
Expenditures	37,418,635	8,134,138	3,300,625	25,983,872	30.6%
<i>Addition to / (use of) reserves</i>	<u>(3,230,339)</u>	<u>2,150,234</u>	<u>(3,300,625)</u>		
<b>WASTEWATER OPERATING FUND</b>					
Revenue	14,828,850	3,992,192	-	10,836,658	26.9%
Expenditures	16,070,288	3,106,338	1,753,444	11,210,506	30.2%
<i>Addition to / (use of) reserves</i>	<u>(1,241,438)</u>	<u>885,854</u>	<u>(1,753,444)</u>		
<b>DOWNTOWN PARKING</b>					
Revenue	6,762,290	1,737,513	-	5,024,777	25.7%
Expenditures	8,195,457	1,764,058	722,480	5,708,920	30.3%
<i>Addition to / (use of) reserves</i>	<u>(1,433,167)</u>	<u>(26,544)</u>	<u>(722,480)</u>		
<b>AIRPORT OPERATING FUND</b>					
Revenue	12,440,678	3,122,196	-	9,318,482	25.1%
Expenditures	12,723,593	2,644,434	721,864	9,357,295	26.5%
<i>Addition to / (use of) reserves</i>	<u>(282,915)</u>	<u>477,761</u>	<u>(721,864)</u>		
<b>GOLF COURSE FUND</b>					
Revenue	2,380,438	535,909	-	1,844,529	22.5%
Expenditures	2,785,158	737,360	425,855	1,621,943	41.8%
<i>Addition to / (use of) reserves</i>	<u>(404,720)</u>	<u>(201,450)</u>	<u>(425,855)</u>		
<b>INTRA-CITY SERVICE FUND</b>					
Revenue	5,601,878	1,280,530	-	4,321,349	22.9%
Expenditures	5,863,705	988,914	760,413	4,114,378	29.8%
<i>Addition to / (use of) reserves</i>	<u>(261,827)</u>	<u>291,615</u>	<u>(760,413)</u>		
<b>FLEET REPLACEMENT FUND</b>					

**CITY OF SANTA BARBARA**  
**Interim Statement of Revenues and Expenditures**  
**Summary by Fund**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>
<b>FLEET REPLACEMENT FUND</b>					
Revenue	1,779,868	474,451	-	1,305,417	26.7%
Expenditures	3,821,874	339,781	73,174	3,408,919	10.8%
<i>Addition to / (use of) reserves</i>	<u>(2,042,006)</u>	<u>134,670</u>	<u>(73,174)</u>		
<b>FLEET MAINTENANCE FUND</b>					
Revenue	2,565,663	628,916	-	1,936,747	24.5%
Expenditures	2,667,128	468,509	192,570	2,006,049	24.8%
<i>Addition to / (use of) reserves</i>	<u>(101,465)</u>	<u>160,407</u>	<u>(192,570)</u>		
<b>SELF INSURANCE TRUST FUND</b>					
Revenue	6,073,674	1,522,323	-	4,551,351	25.1%
Expenditures	6,219,840	1,109,208	260,730	4,849,901	22.0%
<i>Addition to / (use of) reserves</i>	<u>(146,166)</u>	<u>413,114</u>	<u>(260,730)</u>		
<b>INFORMATION SYSTEMS ICS FUND</b>					
Revenue	2,435,147	610,041	-	1,825,106	25.1%
Expenditures	2,630,280	480,194	266,653	1,883,434	28.4%
<i>Addition to / (use of) reserves</i>	<u>(195,133)</u>	<u>129,847</u>	<u>(266,653)</u>		
<b>WATERFRONT FUND</b>					
Revenue	11,522,348	3,436,120	-	8,086,228	29.8%
Expenditures	12,061,259	2,378,923	732,828	8,949,508	25.8%
<i>Addition to / (use of) reserves</i>	<u>(538,911)</u>	<u>1,057,197</u>	<u>(732,828)</u>		
<b>TOTAL FOR ALL FUNDS</b>					
Revenue	205,176,257	46,931,925	-	158,244,332	22.9%
Expenditures	215,218,864	46,379,003	10,367,572	158,472,289	26.4%
<i>Addition to / (use of) reserves</i>	<u>(10,042,607)</u>	<u>552,922</u>	<u>(10,367,572)</u>		

**\*\* It is City policy to adopt a balanced budget. In most cases, encumbrance balances exist at year-end. These encumbrance balances are obligations of each fund and must be reported at the beginning of each fiscal year. In addition, a corresponding appropriations entry must be made in order to accommodate the 'carried-over' encumbrance amount. Most differences between budgeted annual revenues and expenses are due to these encumbrance carryovers.**

**CITY OF SANTA BARBARA**  
**General Fund**  
**Interim Statement of Budgeted and Actual Revenues**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Remaining Balance</u>	<u>Percent Received</u>	<u>Previous YTD</u>
<b>TAXES</b>					
Sales and Use	18,479,524	3,217,116	15,262,408	17.4%	3,691,435
Property Taxes	23,860,000	-	23,860,000	0.0%	-
Utility Users Tax	7,242,000	1,760,166	5,481,834	24.3%	1,777,577
Transient Occupancy Tax	12,027,000	3,880,775	8,146,225	32.3%	4,718,696
Franchise Fees	2,976,000	709,716	2,266,284	23.8%	707,961
Business License	2,273,300	392,038	1,881,262	17.2%	395,168
Real Property Transfer Tax	325,800	90,014	235,786	27.6%	96,402
<i>Total</i>	<u>67,183,624</u>	<u>10,049,824</u>	<u>57,133,800</u>	<u>15.0%</u>	<u>11,387,238</u>
<b>LICENSES &amp; PERMITS</b>					
Licenses & Permits	179,000	42,540	136,460	23.8%	49,920
<i>Total</i>	<u>179,000</u>	<u>42,540</u>	<u>136,460</u>	<u>23.8%</u>	<u>49,920</u>
<b>FINES &amp; FORFEITURES</b>					
Parking Violations	2,582,774	680,245	1,902,529	26.3%	499,946
Library Fines	110,000	29,161	80,839	26.5%	30,113
Municipal Court Fines	150,000	47,024	102,976	31.3%	50,538
Other Fines & Forfeitures	100,000	40,450	59,550	40.5%	-
<i>Total</i>	<u>2,942,774</u>	<u>796,880</u>	<u>2,145,894</u>	<u>27.1%</u>	<u>580,597</u>
<b>USE OF MONEY &amp; PROPERTY</b>					
Investment Income	941,951	355,485	586,466	37.7%	492,922
Rents & Concessions	406,436	103,347	303,089	25.4%	101,687
<i>Total</i>	<u>1,348,387</u>	<u>458,832</u>	<u>889,555</u>	<u>34.0%</u>	<u>594,609</u>
<b>INTERGOVERNMENTAL</b>					
Grants	2,145,577	-	2,145,577	0.0%	693,991
Vehicle License Fees	200,000	125,354	74,646	62.7%	133,216
<i>Total</i>	<u>2,345,577</u>	<u>125,354</u>	<u>2,220,223</u>	<u>5.3%</u>	<u>827,207</u>
<b>FEES &amp; SERVICE CHARGES</b>					
Finance	858,930	206,506	652,424	24.0%	195,759
Community Development	4,425,717	1,290,485	3,135,232	29.2%	1,121,052
Recreation	2,412,579	659,290	1,753,289	27.3%	664,859
Public Safety	550,543	101,713	448,830	18.5%	86,002
Public Works	4,608,873	1,250,013	3,358,860	27.1%	974,953
Library	775,452	364,331	411,121	47.0%	9,567
Reimbursements	5,809,367	1,332,728	4,476,640	22.9%	1,191,558
<i>Total</i>	<u>19,441,461</u>	<u>5,205,066</u>	<u>14,236,395</u>	<u>26.8%</u>	<u>4,243,749</u>
<b>OTHER MISCELLANEOUS REVENUES</b>					
Miscellaneous	1,512,487	417,163	1,095,324	27.6%	1,893,303
Indirect Allocations	7,238,105	1,889,778	5,348,327	26.1%	1,699,981
Operating Transfers-In	2,405,712	321,926	2,083,786	13.4%	310,032
<i>Total</i>	<u>11,156,304</u>	<u>2,628,866</u>	<u>8,527,438</u>	<u>23.6%</u>	<u>3,903,317</u>
<b>TOTAL REVENUES</b>	<u>104,597,127</u>	<u>19,307,362</u>	<u>85,289,765</u>	<u>18.5%</u>	<u>21,586,636</u>

**CITY OF SANTA BARBARA**  
**General Fund**  
**Interim Statement of Appropriations, Expenditures and Encumbrances**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>** Remaining Balance</u>	<u>YTD Expended and Encumbered</u>	<u>Previous YTD</u>
<b>GENERAL GOVERNMENT</b>						
<u>Mayor &amp; City Council</u>						
MAYOR	747,750	170,924	2,493	574,332	23.2%	
<i>Total</i>	<u>747,750</u>	<u>170,924</u>	<u>2,493</u>	<u>574,332</u>	23.2%	<u>187,982</u>
<u>City Attorney</u>						
CITY ATTORNEY	2,099,358	474,863	-	1,624,495	22.6%	
<i>Total</i>	<u>2,099,358</u>	<u>474,863</u>	<u>-</u>	<u>1,624,495</u>	22.6%	<u>489,160</u>
<u>Administration</u>						
CITY ADMINISTRATOR	1,351,840	337,831	2,493	1,011,516	25.2%	
LABOR RELATIONS	228,570	47,265	-	181,305	20.7%	
CITY TV	440,943	86,459	51,466	303,017	31.3%	
<i>Total</i>	<u>2,021,353</u>	<u>471,555</u>	<u>53,959</u>	<u>1,495,838</u>	26.0%	<u>498,572</u>
<u>Administrative Services</u>						
CITY CLERK	773,167	141,114	169,455	462,598	40.2%	
HUMAN RESOURCES	1,190,764	241,166	24,179	925,419	22.3%	
ADMIN SVCS-EMPLOYEE DEVELOPMENT	182,921	34,148	-	148,773	18.7%	
<i>Total</i>	<u>2,146,852</u>	<u>416,428</u>	<u>193,634</u>	<u>1,536,790</u>	28.4%	<u>422,101</u>
<u>Finance</u>						
ADMINISTRATION	682,555	280,594	7,495	394,466	42.2%	
TREASURY	384,702	97,857	1,200	285,645	25.7%	
CASHIERING & COLLECTION	427,287	95,223	-	332,064	22.3%	
LICENSES & PERMITS	387,383	90,206	-	297,178	23.3%	
BUDGET MANAGEMENT	353,511	95,719	-	257,792	27.1%	
ACCOUNTING	405,390	82,077	12,703	310,610	23.4%	
PAYROLL	273,371	61,488	-	211,883	22.5%	
ACCOUNTS PAYABLE	210,859	47,269	-	163,590	22.4%	
CITY BILLING & CUSTOMER SERVICE	560,542	111,043	-	449,499	19.8%	
PURCHASING	653,082	145,459	844	506,779	22.4%	
CENTRAL STORES	183,803	41,622	-	142,181	22.6%	
MAIL SERVICES	96,326	20,660	-	75,666	21.4%	
<i>Total</i>	<u>4,618,811</u>	<u>1,169,218</u>	<u>22,242</u>	<u>3,427,351</u>	25.8%	<u>1,103,189</u>
<b>TOTAL GENERAL GOVERNMENT</b>	<u>11,634,124</u>	<u>2,702,988</u>	<u>272,329</u>	<u>8,658,808</u>	25.6%	<u>2,701,004</u>
<b>PUBLIC SAFETY</b>						
<u>Police</u>						
CHIEF'S STAFF	1,160,176	263,586	-	896,590	22.7%	
SUPPORT SERVICES	575,931	127,249	4,341	444,341	22.8%	
RECORDS	1,396,802	304,833	12,045	1,079,924	22.7%	
COMMUNITY SVCS	1,063,530	254,978	5,424	803,128	24.5%	
CRIME ANALYSIS	90,584	7,732	-	82,852	8.5%	
PROPERTY ROOM	125,326	30,142	1,034	94,150	24.9%	



**CITY OF SANTA BARBARA**  
**General Fund**  
**Interim Statement of Appropriations, Expenditures and Encumbrances**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

	<b>Annual Budget</b>	<b>YTD Actual</b>	<b>Encum- brances</b>	<b>** Remaining Balance</b>	<b>YTD Expended and Encumbered</b>	<b>Previous YTD</b>
<b>PUBLIC SAFETY</b>						
<u>Police</u>						
TRNG/RECRUITMENT	381,881	135,035	-	246,846	35.4%	
RANGE	879,439	233,198	33,816	612,426	30.4%	
BEAT COORDINATORS	801,812	106,220	-	695,592	13.2%	
INFORMATION TECHNOLOGY	1,118,502	355,617	86,881	676,004	39.6%	
INVESTIGATIVE DIVISION	4,513,258	951,483	4,880	3,556,895	21.2%	
CRIME LAB	222,370	28,979	-	193,391	13.0%	
PATROL DIVISION	12,629,310	2,781,616	165,940	9,681,755	23.3%	
TRAFFIC	1,330,706	255,176	1,650	1,073,880	19.3%	
SPECIAL EVENTS	986,472	547,813	-	438,659	55.5%	
TACTICAL PATROL FORCE	1,131,685	254,193	-	877,492	22.5%	
STREET SWEEPING ENFORCEMENT	236,362	58,122	-	178,240	24.6%	
NIGHT LIFE ENFORCEMENT	458,400	85,722	-	372,678	18.7%	
PARKING ENFORCEMENT	902,337	180,640	27,800	693,897	23.1%	
CCC	2,383,022	470,842	641	1,911,540	19.8%	
ANIMAL CONTROL	462,772	142,928	-	319,844	30.9%	
<i>Total</i>	<u>32,850,677</u>	<u>7,576,103</u>	<u>344,452</u>	<u>24,930,123</u>	<u>24.1%</u>	<u>8,043,939</u>
<u>Fire</u>						
ADMINISTRATION	1,096,276	250,848	4,191	841,237	23.3%	
EMERGENCY SERVICES AND PUBLIC ED	216,586	54,512	1,958	160,116	26.1%	
PREVENTION	1,187,985	262,218	1,168	924,599	22.2%	
WILDLAND FIRE MITIGATION PROGRAM	191,083	36,457	29,109	125,517	34.3%	
OPERATIONS	17,188,401	4,014,681	66,441	13,107,279	23.7%	
ARFF	1,623,165	381,345	-	1,241,820	23.5%	
<i>Total</i>	<u>21,503,496</u>	<u>5,000,060</u>	<u>102,868</u>	<u>16,400,568</u>	<u>23.7%</u>	<u>5,568,140</u>
<b>TOTAL PUBLIC SAFETY</b>	<u>54,354,173</u>	<u>12,576,163</u>	<u>447,319</u>	<u>41,330,690</u>	<u>24.0%</u>	<u>13,612,080</u>
<b>PUBLIC WORKS</b>						
<u>Public Works</u>						
ADMINISTRATION	862,361	202,087	15,266	645,008	25.2%	
ENGINEERING SVCS	4,305,474	939,705	12,069	3,353,700	22.1%	
PUBLIC RT OF WAY MGMT	1,011,589	213,352	2,572	795,665	21.3%	
ENVIRONMENTAL PROGRAMS	514,158	63,914	56,476	393,768	23.4%	
<i>Total</i>	<u>6,693,582</u>	<u>1,419,070</u>	<u>86,383</u>	<u>5,188,129</u>	<u>22.5%</u>	<u>1,489,053</u>
<b>TOTAL PUBLIC WORKS</b>	<u>6,693,582</u>	<u>1,419,070</u>	<u>86,383</u>	<u>5,188,129</u>	<u>22.5%</u>	<u>1,489,053</u>
<b>COMMUNITY SERVICES</b>						
<u>Parks &amp; Recreation</u>						
PRGM MGMT & BUS SVCS	524,868	137,100	-	387,768	26.1%	
FACILITIES	407,356	100,678	11,278	295,400	27.5%	
CULTURAL ARTS	429,832	108,092	33,733	288,006	33.0%	
YOUTH ACTIVITIES	752,636	222,223	12,479	517,934	31.2%	

**CITY OF SANTA BARBARA**  
**General Fund**  
**Interim Statement of Appropriations, Expenditures and Encumbrances**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

	<b>Annual Budget</b>	<b>YTD Actual</b>	<b>Encum- brances</b>	<b>** Remaining Balance</b>	<b>YTD Expended and Encumbered</b>	<b>Previous YTD</b>
<b>COMMUNITY SERVICES</b>						
<u>Parks &amp; Recreation</u>						
SR CITIZENS	722,733	190,317	3,918	528,498	26.9%	
AQUATICS	1,097,052	438,939	45,080	613,032	44.1%	
SPORTS	488,962	99,853	10,293	378,816	22.5%	
TENNIS	275,753	85,527	869	189,357	31.3%	
NEIGHBORHOOD & OUTREACH SERV	1,263,260	300,528	1,240	961,492	23.9%	
ADMINISTRATION	528,293	120,705	-	407,588	22.8%	
PROJECT MANAGEMENT TEAM	247,538	82,946	-	164,592	33.5%	
BUSINESS SERVICES	520,527	85,867	762	433,898	16.6%	
FACILITY & PROJECT MGT	1,012,354	347,462	1,721	663,171	34.5%	
GROUND MANAGEMENT	4,174,069	1,011,374	102,207	3,060,488	26.7%	
FORESTRY	1,182,344	249,322	13,887	919,136	22.3%	
BEACH MAINTENANCE	170,234	29,614	10,169	130,451	23.4%	
<i>Total</i>	<u>13,797,811</u>	<u>3,612,702</u>	<u>251,149</u>	<u>9,933,960</u>	28.0%	<u>4,046,744</u>
<u>Library</u>						
ADMINISTRATION	416,148	91,185	-	324,963	21.9%	
PUBLIC SERVICES	2,264,920	491,417	3,596	1,769,907	21.9%	
SUPPORT SERVICES	1,650,602	332,984	3,469	1,314,149	20.4%	
<i>Total</i>	<u>4,331,670</u>	<u>915,586</u>	<u>7,065</u>	<u>3,409,019</u>	21.3%	<u>1,115,383</u>
<b>TOTAL COMMUNITY SERVICES</b>	<u>18,129,481</u>	<u>4,528,288</u>	<u>258,214</u>	<u>13,342,979</u>	26.4%	<u>5,162,127</u>
<b>COMMUNITY DEVELOPMENT</b>						
<u>Community Development</u>						
ADMINISTRATION	491,949	100,016	884	391,049	20.5%	
ECON DEV	62,919	12,799	-	50,120	20.3%	
CITY ARTS ADVISORY PROGRAM	540,483	-	-	540,483	0.0%	
HUMAN SVCS	818,612	137,845	-	680,767	16.8%	
RDA	730,700	135,901	-	594,799	18.6%	
RDA HSG DEV	711,639	154,123	-	557,516	21.7%	
LR PLANNING/STUDIES	742,833	164,866	5,972	571,995	23.0%	
DEV & DESIGN REVIEW	1,035,162	222,160	10,235	802,767	22.5%	
ZONING	854,297	181,655	1,086	671,556	21.4%	
DESIGN REV & HIST PRESERVATN	957,682	193,907	43,718	720,057	24.8%	
SHO/ENVIRON REVIEW/TRAINING	704,462	147,382	8,043	549,037	22.1%	
BLDG PERMITS	1,018,740	218,455	1,310	798,975	21.6%	
RECORDS & ARCHIVES	593,922	114,544	21,093	458,284	22.8%	
PLAN CK & COUNTER SRV	1,268,494	293,178	350	974,967	23.1%	
<i>Total</i>	<u>10,531,894</u>	<u>2,076,831</u>	<u>92,691</u>	<u>8,362,372</u>	20.6%	<u>2,461,979</u>
<b>TOTAL COMMUNITY DEVELOPMENT</b>	<u>10,531,894</u>	<u>2,076,831</u>	<u>92,691</u>	<u>8,362,372</u>	20.6%	<u>2,461,979</u>

**CITY OF SANTA BARBARA**  
**General Fund**  
**Interim Statement of Appropriations, Expenditures and Encumbrances**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

	<b>Annual Budget</b>	<b>YTD Actual</b>	<b>Encum- brances</b>	<b>** Remaining Balance</b>	<b>YTD Expended and Encumbered</b>	<b>Previous YTD</b>
<b>NON-DEPARTMENTAL</b>						
<u>Non-Departmental</u>						
DUES, MEMBERSHIPS, & LICENSES	22,272	-	-	22,272	0.0%	
COMMUNITY PROMOTIONS	1,706,580	575,002	-	1,131,578	33.7%	
SPECIAL PROJECTS	21,000	4,177	-	16,823	19.9%	
TRANSFERS OUT	43,500	43,500	-	-	100.0%	
DEBT SERVICE TRANSFERS	353,568	288,626	-	64,942	81.6%	
CAPITAL OUTLAY TRANSFER	573,170	12,500	-	560,670	2.2%	
APPROP. RESERVE	698,302	-	-	698,302	0.0%	
<i>Total</i>	<u>3,418,392</u>	<u>923,805</u>	<u>-</u>	<u>2,494,587</u>	27.0%	<u>1,752,218</u>
<b>TOTAL NON-DEPARTMENTAL</b>	<u>3,418,392</u>	<u>923,805</u>	<u>-</u>	<u>2,494,587</u>	27.0%	<u>1,752,218</u>
<b>TOTAL EXPENDITURES</b>	<u>104,761,646</u>	<u>24,227,145</u>	<u>1,156,936</u>	<u>79,377,565</u>	24.2%	<u>27,178,462</u>

*\*\* The legal level of budgetary control is at the department level for the General Fund. Therefore, as long as the department as a whole is within budget, budgetary compliance has been achieved. The City actively monitors the budget status of each department and takes measures to address potential over budget situations before they occur.*

*For Enterprise and Internal Service Funds, the legal level of budgetary control is at the fund level. The City also monitors and addresses these fund types for potential over budget situations.*

**CITY OF SANTA BARBARA**  
**Special Revenue Funds**  
**Interim Statement of Revenues and Expenditures**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>
<b>TRAFFIC SAFETY FUND</b>					
Revenue	515,000	149,898	-	365,102	29.1%
Expenditures	515,000	187,725	-	327,275	36.5%
<i>Revenue Less Expenditures</i>	<u>-</u>	<u>(37,827)</u>	<u>-</u>	<u>37,827</u>	
<b>CREEK RESTORATION/WATER QUALITY IMPRVMT</b>					
Revenue	2,610,100	849,605	-	1,760,495	32.6%
Expenditures	3,386,420	617,349	409,238	2,359,833	30.3%
<i>Revenue Less Expenditures</i>	<u>(776,320)</u>	<u>232,256</u>	<u>(409,238)</u>	<u>(599,338)</u>	
<b>SOLID WASTE PROGRAM</b>					
Revenue	18,614,209	4,321,031	-	14,293,178	23.2%
Expenditures	18,667,007	4,398,915	178,616	14,089,476	24.5%
<i>Revenue Less Expenditures</i>	<u>(52,798)</u>	<u>(77,884)</u>	<u>(178,616)</u>	<u>203,702</u>	
<b>COMM.DEVELOPMENT BLOCK GRANT</b>					
Revenue	2,955,642	475,966	-	2,479,676	16.1%
Expenditures	2,831,775	149,681	27,129	2,654,965	6.2%
<i>Revenue Less Expenditures</i>	<u>123,867</u>	<u>326,284</u>	<u>(27,129)</u>	<u>(175,289)</u>	
<b>COUNTY LIBRARY</b>					
Revenue	1,703,932	502,244	-	1,201,688	29.5%
Expenditures	1,765,938	382,043	21,371	1,362,524	22.8%
<i>Revenue Less Expenditures</i>	<u>(62,006)</u>	<u>120,200</u>	<u>(21,371)</u>	<u>(160,836)</u>	
<b>STREETS FUND</b>					
Revenue	9,570,982	1,873,594	-	7,697,388	19.6%
Expenditures	14,093,195	2,737,432	1,112,026	10,243,737	27.3%
<i>Revenue Less Expenditures</i>	<u>(4,522,213)</u>	<u>(863,838)</u>	<u>(1,112,026)</u>	<u>(2,546,349)</u>	
<b>MEASURE "D"</b>					
Revenue	4,884,000	641,904	-	4,242,096	13.1%
Expenditures	9,067,069	677,657	2,990,826	5,398,585	40.5%
<i>Revenue Less Expenditures</i>	<u>(4,183,069)</u>	<u>(35,753)</u>	<u>(2,990,826)</u>	<u>(1,156,490)</u>	

**CITY OF SANTA BARBARA**  
**Interim Statement of Revenues and Expenses**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

**WATER OPERATING FUND**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
<b>REVENUES</b>						
Water Sales - Metered	29,850,000	8,734,128	-	21,115,872	29.3%	8,681,071
Service Charges	385,000	82,011	-	302,989	21.3%	105,961
Cater JPA Treatment Charges	2,200,000	1,145,464	-	1,054,536	52.1%	688,118
Licenses & Permits	(2,500)	-	-	(2,500)	0.0%	-
Investment Income	1,008,000	297,429	-	710,571	29.5%	399,009
Grants	36,098	18,343	-	17,755	50.8%	-
Reimbursements	18,000	-	-	18,000	0.0%	-
Miscellaneous	693,698	6,999	-	686,699	1.0%	140,836
<b>TOTAL REVENUES</b>	<u>34,188,296</u>	<u>10,284,372</u>	<u>-</u>	<u>23,903,924</u>	<u>30.1%</u>	<u>10,014,995</u>
<b>EXPENSES</b>						
Salaries & Benefits	7,599,922	1,623,739	-	5,976,183	21.4%	1,577,577
Materials, Supplies & Services	10,540,950	1,827,473	3,146,688	5,566,789	47.2%	2,067,199
Special Projects	646,774	22,959	77,238	546,577	15.5%	21,970
Water Purchases	7,776,465	1,644,114	64,463	6,067,888	22.0%	2,044,199
Debt Service	5,094,672	1,658,608	-	3,436,064	32.6%	1,633,235
Capital Outlay Transfers	5,302,492	1,325,623	-	3,976,869	25.0%	2,078,956
Equipment	197,459	31,309	9,983	156,167	20.9%	1,899
Capitalized Fixed Assets	109,900	260	2,253	107,388	2.3%	7,516
Other	-	54	-	(54)	100.0%	54
Appropriated Reserve	150,000	-	-	150,000	0.0%	-
<b>TOTAL EXPENSES</b>	<u>37,418,635</u>	<u>8,134,138</u>	<u>3,300,625</u>	<u>25,983,872</u>	<u>30.6%</u>	<u>9,432,604</u>

NOTE - These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.

**CITY OF SANTA BARBARA**  
**Interim Statement of Revenues and Expenses**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

**WASTEWATER OPERATING FUND**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
<b>REVENUES</b>						
Service Charges	14,010,000	3,647,029	-	10,362,971	26.0%	3,551,877
Fees	410,000	231,971	-	178,029	56.6%	190,374
Investment Income	325,000	105,691	-	219,309	32.5%	140,887
Miscellaneous	83,850	7,500	-	76,350	8.9%	93,769
<b>TOTAL REVENUES</b>	<u>14,828,850</u>	<u>3,992,192</u>	<u>-</u>	<u>10,836,658</u>	<u>26.9%</u>	<u>3,976,906</u>
<b>EXPENSES</b>						
Salaries & Benefits	5,125,324	1,130,011	-	3,995,313	22.0%	1,087,700
Materials, Supplies & Services	5,733,089	1,063,980	1,745,269	2,923,840	49.0%	894,454
Special Projects	711,367	186,164	-	525,203	26.2%	300,606
Transfers-Out	65,000	16,250	-	48,750	25.0%	-
Debt Service	1,354,888	2,630	-	1,352,258	0.2%	1,000
Capital Outlay Transfers	2,827,188	706,797	-	2,120,391	25.0%	633,357
Equipment	50,167	246	5,922	43,999	12.3%	2,067
Capitalized Fixed Assets	53,265	260	2,253	50,752	4.7%	1,541
Appropriated Reserve	150,000	-	-	150,000	0.0%	-
<b>TOTAL EXPENSES</b>	<u>16,070,288</u>	<u>3,106,338</u>	<u>1,753,444</u>	<u>11,210,506</u>	<u>30.2%</u>	<u>2,920,725</u>

NOTE - These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.

**CITY OF SANTA BARBARA**  
**Interim Statement of Revenues and Expenses**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

**DOWNTOWN PARKING**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
<b>REVENUES</b>						
Improvement Tax	875,000	198,606	-	676,394	22.7%	213,982
Parking Fees	5,552,550	1,436,731	-	4,115,819	25.9%	1,367,165
Investment Income	202,500	58,151	-	144,349	28.7%	95,385
Reimbursements	50,000	-	-	50,000	0.0%	-
Miscellaneous	15,000	524	-	14,476	3.5%	56,948
Operating Transfers-In	67,240	43,500	-	23,740	64.7%	43,500
<b>TOTAL REVENUES</b>	<u>6,762,290</u>	<u>1,737,513</u>	<u>-</u>	<u>5,024,777</u>	<u>25.7%</u>	<u>1,776,979</u>
<b>EXPENSES</b>						
Salaries & Benefits	3,724,389	808,532	-	2,915,857	21.7%	806,403
Materials, Supplies & Services	1,978,278	369,565	162,887	1,445,825	26.9%	402,242
Special Projects	846,410	193,115	553,293	100,002	88.2%	53,177
Transfers-Out	312,621	78,155	-	234,466	25.0%	-
Capital Outlay Transfers	1,258,760	314,690	-	944,070	25.0%	34,078
Equipment	25,000	-	2,800	22,200	11.2%	88
Capitalized Fixed Assets	-	-	3,500	(3,500)	100.0%	204,994
Appropriated Reserve	50,000	-	-	50,000	0.0%	-
<b>TOTAL EXPENSES</b>	<u>8,195,457</u>	<u>1,764,058</u>	<u>722,480</u>	<u>5,708,920</u>	<u>30.3%</u>	<u>1,500,981</u>

**CITY OF SANTA BARBARA**  
**Interim Statement of Revenues and Expenses**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**  
**AIRPORT OPERATING FUND**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
<b>REVENUES</b>						
Leases - Commercial / Industrial	3,893,750	1,052,644	-	2,841,106	27.0%	1,074,546
Leases - Terminal	4,853,050	1,159,913	-	3,693,137	23.9%	1,220,743
Leases - Non-Commerical Aviation	1,075,875	280,377	-	795,498	26.1%	316,888
Leases - Commerical Aviation	2,113,451	522,612	-	1,590,839	24.7%	598,137
Investment Income	310,000	91,956	-	218,044	29.7%	148,191
Miscellaneous	194,552	14,693	-	179,859	7.6%	65,856
<b>TOTAL REVENUES</b>	<u>12,440,678</u>	<u>3,122,196</u>	<u>-</u>	<u>9,318,482</u>	<u>25.1%</u>	<u>3,424,361</u>
<b>EXPENSES</b>						
Salaries & Benefits	4,780,946	1,042,161	-	3,738,785	21.8%	1,037,013
Materials, Supplies & Services	6,211,961	1,310,332	721,864	4,179,765	32.7%	1,508,289
Special Projects	742,838	111,487	-	631,351	15.0%	50,193
Transfers-Out	7,351	-	-	7,351	0.0%	-
Capital Outlay Transfers	675,240	162,767	-	512,473	24.1%	874,609
Equipment	34,212	17,687	-	16,525	51.7%	18,407
Capitalized Fixed Assets	-	-	-	-	100.0%	38,214
Appropriated Reserve	271,045	-	-	271,045	0.0%	-
<b>TOTAL EXPENSES</b>	<u>12,723,593</u>	<u>2,644,434</u>	<u>721,864</u>	<u>9,357,295</u>	<u>26.5%</u>	<u>3,526,725</u>

NOTE - These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.



**CITY OF SANTA BARBARA**  
**Interim Statement of Revenues and Expenses**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

**GOLF COURSE FUND**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
<b>REVENUES</b>						
Fees & Card Sales	1,802,397	430,887	-	1,371,510	23.9%	530,545
Investment Income	28,300	10,622	-	17,678	37.5%	13,844
Rents & Concessions	299,741	92,206	-	207,535	30.8%	88,349
Miscellaneous	250,000	2,194	-	247,806	0.9%	24,470
<b>TOTAL REVENUES</b>	<u>2,380,438</u>	<u>535,909</u>	<u>-</u>	<u>1,844,529</u>	<u>22.5%</u>	<u>657,209</u>
<b>EXPENSES</b>						
Salaries & Benefits	1,137,368	254,917	-	882,451	22.4%	269,891
Materials, Supplies & Services	577,822	123,727	125,782	328,313	43.2%	194,542
Special Projects	31,190	976	9,524	20,690	33.7%	5,310
Debt Service	219,058	156,529	-	62,529	71.5%	155,696
Capital Outlay Transfers	303,553	138	-	303,415	0.0%	17,070
Equipment	8,400	-	-	8,400	0.0%	-
Capitalized Fixed Assets	507,767	201,072	290,549	16,146	96.8%	393,571
<b>TOTAL EXPENSES</b>	<u>2,785,158</u>	<u>737,360</u>	<u>425,855</u>	<u>1,621,943</u>	<u>41.8%</u>	<u>1,036,080</u>

**CITY OF SANTA BARBARA**  
**Interim Statement of Revenues and Expenses**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

**INTRA-CITY SERVICE FUND**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
<b>REVENUES</b>						
Vehicle Maintenance Charges	-	-	-	-	100.0%	653,658
Work Orders - Bldg Maint.	3,808,159	832,100	-	2,976,059	21.9%	757,162
Service Charges	1,728,719	432,180	-	1,296,539	25.0%	405,163
Miscellaneous	-	-	-	-	100.0%	93,212
Operating Transfers-In	65,000	16,250	-	48,750	25.0%	-
<b>TOTAL REVENUES</b>	<u>5,601,878</u>	<u>1,280,530</u>	<u>-</u>	<u>4,321,349</u>	<u>22.9%</u>	<u>1,909,196</u>
<b>EXPENSES</b>						
Salaries & Benefits	3,208,250	656,607	-	2,551,643	20.5%	960,973
Materials, Supplies & Services	919,270	211,225	99,371	608,673	33.8%	560,916
Special Projects	1,686,832	120,593	659,079	907,160	46.2%	347,818
Capital Outlay Transfers	829	207	-	622	25.0%	1,603
Equipment	23,000	-	-	23,000	0.0%	1,469
Capitalized Fixed Assets	25,524	282	1,962	23,280	8.8%	18,201
<b>TOTAL EXPENSES</b>	<u>5,863,705</u>	<u>988,914</u>	<u>760,413</u>	<u>4,114,378</u>	<u>29.8%</u>	<u>1,890,979</u>

**CITY OF SANTA BARBARA**  
**Interim Statement of Revenues and Expenses**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

**FLEET REPLACEMENT FUND**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
<b>REVENUES</b>						
Vehicle Rental Charges	1,343,020	335,755	-	1,007,265	25.0%	463,075
Investment Income	194,000	54,483	-	139,517	28.1%	75,934
Rents & Concessions	242,848	60,712	-	182,136	25.0%	67,060
Miscellaneous	-	23,501	-	(23,501)	100.0%	17,958
<b>TOTAL REVENUES</b>	<u>1,779,868</u>	<u>474,451</u>	<u>-</u>	<u>1,305,417</u>	<u>26.7%</u>	<u>624,027</u>
<b>EXPENSES</b>						
Salaries & Benefits	162,092	34,157	-	127,935	21.1%	25,578
Materials, Supplies & Services	1,120	280	-	840	25.0%	274
Capitalized Fixed Assets	3,658,662	305,344	73,174	3,280,144	10.3%	436,707
<b>TOTAL EXPENSES</b>	<u>3,821,874</u>	<u>339,781</u>	<u>73,174</u>	<u>3,408,919</u>	<u>10.8%</u>	<u>462,559</u>

**CITY OF SANTA BARBARA**  
**Interim Statement of Revenues and Expenses**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

**FLEET MAINTENANCE FUND**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
<b>REVENUES</b>						
Vehicle Maintenance Charges	2,515,663	628,916	-	1,886,747	25.0%	-
Miscellaneous	50,000	-	-	50,000	0.0%	-
<b>TOTAL REVENUES</b>	<u>2,565,663</u>	<u>628,916</u>	<u>-</u>	<u>1,936,747</u>	<u>24.5%</u>	<u>-</u>
<b>EXPENSES</b>						
Salaries & Benefits	1,224,737	262,229	-	962,508	21.4%	-
Materials, Supplies & Services	1,367,766	203,414	170,936	993,416	27.4%	-
Special Projects	60,625	2,866	21,634	36,125	40.4%	-
Equipment	14,000	-	-	14,000	0.0%	-
<b>TOTAL EXPENSES</b>	<u>2,667,128</u>	<u>468,509</u>	<u>192,570</u>	<u>2,006,049</u>	<u>24.8%</u>	<u>-</u>

**CITY OF SANTA BARBARA**  
**Interim Statement of Revenues and Expenses**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

**SELF INSURANCE TRUST FUND**

	<b>** Annual Budget</b>	<b>YTD Actual</b>	<b>Encum- brances</b>	<b>Remaining Balance</b>	<b>Percent of Budget</b>	<b>Previous YTD</b>
<b>REVENUES</b>						
Insurance Premiums	2,950,613	737,653	-	2,212,960	25.0%	799,360
Workers' Compensation Premiums	2,482,928	620,732	-	1,862,196	25.0%	339,375
OSH Charges	302,518	75,629	-	226,889	25.0%	73,145
Investment Income	337,615	87,476	-	250,139	25.9%	117,771
Miscellaneous	-	832	-	(832)	100.0%	307,858
<b>TOTAL REVENUES</b>	<b>6,073,674</b>	<b>1,522,323</b>	<b>-</b>	<b>4,551,351</b>	<b>25.1%</b>	<b>1,637,510</b>
<b>EXPENSES</b>						
Salaries & Benefits	600,672	125,961	-	474,711	21.0%	114,314
Materials, Supplies & Services	5,590,392	982,972	260,730	4,346,690	22.2%	994,865
Transfers-Out	-	-	-	-	100.0%	1,589,853
Capital Outlay Transfers	1,105	276	-	829	25.0%	2,137
Equipment	4,000	-	-	4,000	0.0%	-
Appropriated Reserve	23,671	-	-	23,671	0.0%	-
<b>TOTAL EXPENSES</b>	<b>6,219,840</b>	<b>1,109,208</b>	<b>260,730</b>	<b>4,849,901</b>	<b>22.0%</b>	<b>2,701,168</b>

**\*\* The Self Insurance Trust Fund is an internal service fund of the City, which accounts for the cost of providing workers' compensation, property and liability insurance as well as unemployment insurance and certain self-insured employee benefits on a city-wide basis. Internal Service Funds charge other funds for the cost of providing their specific services.**

**CITY OF SANTA BARBARA**  
**Interim Statement of Revenues and Expenses**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

**INFORMATION SYSTEMS ICS FUND**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
<b>REVENUES</b>						
Service charges	2,435,147	609,814	-	1,825,333	25.0%	583,253
Miscellaneous	-	226	-	(226)	100.0%	10,526
<b>TOTAL REVENUES</b>	<u>2,435,147</u>	<u>610,041</u>	<u>-</u>	<u>1,825,106</u>	<u>25.1%</u>	<u>593,779</u>
<b>EXPENSES</b>						
Salaries & Benefits	1,537,067	329,073	-	1,207,994	21.4%	382,400
Materials, Supplies & Services	598,350	148,116	73,781	376,452	37.1%	186,684
Special Projects	1,700	834	3,377	(2,512)	247.7%	102
Capital Outlay Transfers	-	-	-	-	100.0%	21,250
Equipment	408,269	2,171	189,494	216,604	46.9%	908
Appropriated Reserve	84,895	-	-	84,895	0.0%	-
<b>TOTAL EXPENSES</b>	<u>2,630,280</u>	<u>480,194</u>	<u>266,653</u>	<u>1,883,434</u>	<u>28.4%</u>	<u>591,344</u>

**CITY OF SANTA BARBARA**  
**Interim Statement of Revenues and Expenses**  
**For the Three Months Ended September 30, 2009 (25% of Fiscal Year)**

**WATERFRONT FUND**

	<u>Annual Budget</u>	<u>YTD Actual</u>	<u>Encum- brances</u>	<u>Remaining Balance</u>	<u>Percent of Budget</u>	<u>Previous YTD</u>
<b>REVENUES</b>						
Leases - Commercial	1,482,056	412,057	-	1,069,999	27.8%	459,585
Leases - Food Service	2,393,380	643,617	-	1,749,763	26.9%	682,526
Slip Rental Fees	3,676,785	912,142	-	2,764,643	24.8%	883,513
Visitors Fees	700,000	168,597	-	531,403	24.1%	141,159
Slip Transfer Fees	250,000	164,275	-	85,725	65.7%	91,475
Parking Revenue	1,885,098	708,588	-	1,176,510	37.6%	540,235
Wharf Parking	268,749	77,420	-	191,329	28.8%	66,029
Other Fees & Charges	364,909	91,180	-	273,729	25.0%	94,830
Investment Income	125,000	90,158	-	34,842	72.1%	115,982
Rents & Concessions	279,322	84,709	-	194,613	30.3%	71,078
Miscellaneous	97,049	83,378	-	13,671	85.9%	130,914
<b>TOTAL REVENUES</b>	<u>11,522,348</u>	<u>3,436,120</u>	<u>-</u>	<u>8,086,228</u>	<u>29.8%</u>	<u>3,277,324</u>
<b>EXPENSES</b>						
Salaries & Benefits	5,530,336	1,245,482	-	4,284,854	22.5%	1,232,700
Materials, Supplies & Services	3,416,967	698,697	726,570	1,991,700	41.7%	745,808
Special Projects	122,559	26,102	3,000	93,457	23.7%	7,626
Debt Service	1,673,572	123,503	-	1,550,069	7.4%	123,503
Capital Outlay Transfers	1,131,381	282,845	-	848,536	25.0%	279,749
Equipment	86,445	2,294	3,258	80,893	6.4%	601
Appropriated Reserve	100,000	-	-	100,000	0.0%	-
<b>TOTAL EXPENSES</b>	<u>12,061,259</u>	<u>2,378,923</u>	<u>732,828</u>	<u>8,949,508</u>	<u>25.8%</u>	<u>2,389,987</u>

NOTE - These figures reflect the operating fund only. Though the capital fund is excluded, the current year contribution from the operating fund is shown in the Capital Transfers.